



STATE OF IOWA
MASTER AGREEMENT
Contract Declaration and Execution

MA# 005 MA3138-08

EFFECTIVE BEGIN DATE: 12-13-2007
EXPIRATION DATE: 11-01-2008
PAGE: 1 of 8

VENDOR:

Charles Gabus Ford
4545 Merle Hay Rd

Des Moines, IA 50310
USA

VENDOR CONTACT:

Jim Poppe
PHONE: 515-270-0707 **EXT:** 138
EMAIL: popspoppe@aol.com

ISSUER:

DOUGLAS REED
PHONE: 5152426151
EMAIL: Doug.Reed@iowa.gov

FOB

Contract For: VEHICLES, 2008 MODEL YEAR FLEET

Contract to provide fleet vehicles pursuant to the specifications, terms and conditions of the DAS sealed bid # RFB0108005001 dated 9/26/07 and the DOT bid proposal # 4027 dated 10/10/07. DAS sealed bid # RFB0108005001 is on file with the Department Of Administrative Services, General Services Enterprise - Purchasing, Hoover Building, Level A, Des Moines, Iowa 50319-0105. DOT bid proposal # 4027 is on file with Iowa Department of Transportation, Office of Procurement of Distribution, 800 Lincoln Way, Ames, Iowa 50010. Prices on this contract are only available as long as the model year vehicle is being built by the manufacturer. FOB - Destination - Des Moines, direct factory delivery contract end date is determined by factory notification of order acceptance deadlines. Successful vendor will know the ordering dates for each manufacturers vehicle. Note: Ford Motor moved forward the order deadline to 7/18/08 for Escape Hybrid vehicles and will not begin production on 2010 model year Escape Hybrids until August of 2009. We negotiated a price on commodity line # 2 (4X4 Hybrid) at \$27,475.84 on the 2009 model year vehicle. There were estentially no changes is equipment/options from 2008 model year to 2009 model year. See attachments. Vendor contact: Mr. Jim Poppe Charles Gabus Ford 4545 Merle Hay Road Des Moines, IA 50310 Phone: 515-270-0707 FAX: 515-270-2162 E-mail: poppe@charlesgabus.com

RENEWAL OPTIONS

FROM 11-02-2008 **TO** 11-01-2009

AUTHORIZED DEPARTMENT

005 Administrative Services, Dept
ALL
SUB Other Governmental Entities

IN WITNESS WHEREOF, this Agreement has been executed by the parties hereto.

CONTRACTOR		STATE OF IOWA	
CONTRACTOR'S NAME (If other than an individual, state whether a corp., partnership, etc.		AGENCY NAME	
BY (Authorized Signature)	Date Signed	BY (Authorized Signature)	Date Signed
Printed Name and Title of Person Signing		Printed Name and Title of Person Signing	
Address		Address	



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LINE NO.	QUANTITY / SERVICE DATES	UNIT	COMMODITY / DESCRIPTION	UNIT COST / PRICE OF SERVICE
1	0.00000	07180	SUV Type Vehicles (Incl. Carryalls) SUV Type Vehicles (Incl. Carryalls) If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below. SMALL 4-DR HYBRID UTILITY VEHICLE w/FWD, 5 PASSENGER SEATING. 8 HY series, Group 1.1 - DAS, on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: Escape Gasoline/Electric Hybrid, U49, 300A. Bid Price: \$23,673.20 Price May Change Due To Additions And Deletions On Options As Required and As Available.	\$0.000000 \$0.000000
2	0.00000	07180	SUV Type Vehicles (Incl. Carryalls) SUV Type Vehicles (Incl. Carryalls) If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below. 2009 MODEL REAR: SMALL 4-DR HYBRID UTILITY VEHICLE w/4WD, 5 PASSENGER SEATING. 8 HY series, Group 2.1 - DAS, on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: Escape Gasoline/Electric Hybrid, U59, 700A, 2009 MODEL YEAR. Negotiated Price: \$27,475.84 Price May Change Due To Additions And Deletions On Options As Required and As Available. Order deadline is Firday 7/18/08 for 2009 model year ESCAPE HYBRIDS.	\$0.000000 \$0.000000
3	0.00000	072	TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below. Compact Extended Cab Short Box 4x4, 1 CPU 3.2 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: Ranger XLT, R45, 867A. Bid Price: \$17,759.60 Price May Change Due To Additions And Deletions On Options As Required and As Available.	\$0.000000 \$0.000000
4	0.00000	072	TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below. Standard Cab Long Box 2WD, 2 SPU 1.2 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: F150 XL, F12, 502A, 99V V8 5.4L FFV (E-85 fuel compatible). Bid Price: \$15,242.80 Price May Change Due To Additions And Deletions On Options As Required and As Available.	\$0.000000 \$0.000000
5	0.00000	072		\$0.000000 \$0.000000



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TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below. Standard Cab Long Box 4x4, 2 SPU 2.1 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: F150 XL 4X4, F14, 502A, 99V V8 5.4L FFV (E-85 fuel compatible). Bid Price: \$18,766.80 Price May Change Due To Additions And Deletions On Options As Required and As Available.				
6	0.00000	072		\$0.000000 \$0.000000
TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below. Extended Cab Short Box 4x4, 2 SPU 4.3 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: F150 XLT 4X4, X14, 507A, 99V V8 5.4L FFV (E-85 fuel compatible). Bid Price: \$23,441.60 Price May Change Due To Additions And Deletions On Options As Required and As Available.				
7	0.00000	072		\$0.000000 \$0.000000
TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below. Standard Cab/Chassis 16,000 GVWR 2WD, 3 EPU 1.1 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: F450 XLT 2WD, F46, 653A, 99Y V10 6.8L (Not E-85 fuel compatible). Bid Price: \$25,489.40 Price May Change Due To Additions And Deletions On Options As Required and As Available.				
8	0.00000	072		\$0.000000 \$0.000000
TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below. Standard Cab/Chassis 16,000 GVWR 4x4 , 3 EPU 2.1 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: F450 XLT 4X4, F47, 653A, 99Y V10 6.8L (Not E-85 fuel compatible). Bid Price: \$29,150.40 Price May Change Due To Additions And Deletions On Options As Required and As Available.				
9	0.00000	07190		\$0.000000 \$0.000000
Vans, Cargo Vans, Cargo If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery				



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			<p>Inspection (PDI) is included below.</p> <p>Standard Length Cargo - 6,700 GVWR minimum , 4 FVN 1.1 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: E150, E14, 740A, 98F V8 4.6L (E-85 fuel compatible). Bid Price: \$14,913.60 Price May Change Due To Additions And Deletions On Options As Required and As Available.</p>	
10	0.00000	07190		<p>\$0.000000</p> <p>\$0.000000</p>
			<p>Vans, Cargo</p> <p>Vans, Cargo</p> <p>If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below.</p> <p>Extended Length Cargo - 9,000 GVWR minimum , 4 FVN 2.1 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: E250, S24, 750A, 98F V8 4.6L (E-85 fuel compatible). Bid Price: \$16,716.60 Price May Change Due To Additions And Deletions On Options As Required and As Available.</p>	
11	0.00000	07190		<p>\$0.000000</p> <p>\$0.000000</p>
			<p>Vans, Cargo</p> <p>Vans, Cargo</p> <p>If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below.</p> <p>Commercial Cutaway Van - 10,000 GVWR minimum, 4 FVN 6.1 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: E350, E35, 780A, 99L V8 5.4L (Not E-85 fuel compatible). Bid Price: \$27,627.00 Price May Change Due To Additions And Deletions On Options As Required and As Available.</p>	
12	0.00000	072		<p>\$0.000000</p> <p>\$0.000000</p>
			<p>TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern</p> <p>TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern</p> <p>If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below.</p> <p>Standard Cab Long Box Pickup 2WD, 5 HPU 1.1 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: F250 XLT 2WD, F20, 603A, 99S V8 5.4L (Not E-85 fuel compatible). Bid Price: \$18,445.40 Price May Change Due To Additions And Deletions On Options As Required and As Available.</p>	
13	0.00000	072		<p>\$0.000000</p> <p>\$0.000000</p>
			<p>TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern</p> <p>TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern</p> <p>If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below.</p> <p>Standard Cab Long Box Pickup 4X4 - 8,600 GVWR, 5 HPU 2.2 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: F250 XLT 4X4, F21, 603A, 99Y V10 6.8L (Not E-85 fuel</p>	



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			compatible). Bid Price: \$22,445.40 Price May Change Due To Additions And Deletions On Options As Required and As Available.	
14	0.00000	072		\$0.000000
				\$0.000000
			TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern	
			TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern	
			If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below.	
			Standard Cab Long Box Pickup 4X4 - DRW, 5 HPU 3.1 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: F350 XLT 4X4, F32, 623A, 99Y V10 6.8L (Not E-85 fuel compatible).	
			Bid Price: \$20,639.60 Price May Change Due To Additions And Deletions On Options As Required and As Available.	
15	0.00000	072		\$0.000000
				\$0.000000
			TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern	
			TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern	
			If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below.	
			Standard Cab/Chassis DRW 11,400 GVWR 2WD, 5 HPU 5.1 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: F350 XLT 2WD DRW, F36, 643A, 99Y V10 6.8L (Not E-85 fuel compatible).	
			Bid Price: \$20,578.00 Price May Change Due To Additions And Deletions On Options As Required and As Available.	
16	0.00000	072		\$0.000000
				\$0.000000
			TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern	
			TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern	
			If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below.	
			Standard Cab Long Box DRW Pickup 4X4 - DRW, 5 HPU 6.1 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: F350 XLT 4X4, F33, 623A, 99Y V10 6.8L (Not E-85 fuel compatible).	
			Bid Price: \$23,551.80 Price May Change Due To Additions And Deletions On Options As Required and As Available.	
17	0.00000	072		\$0.000000
				\$0.000000
			TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern	
			TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern	
			If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below.	
			Extended Cab Short Box 2WD DIESEL, 5 HPU 8.1 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: F250 XLT, X20, 603A, 99R V8 6.4L Diesel (Bio-diesel fuel compatible up to manufacturer's recommended maximum). Bid Price: \$26,833.00 Price May Change Due To Additions And Deletions On Options As Required and As Available.	



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18	0.00000	072	TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below. Extended Cab Short Box 4X4, 5 HPU 10.1 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: F250 XLT, X21, 603A, 995 V8 5.4L (Not E-85 fuel compatible). Bid Price: \$23,855.20 Price May Change Due To Additions And Deletions On Options As Required and As Available.	\$0.000000 \$0.000000
19	0.00000	072	TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern TRUCKS (Incl. Diesel, Gasoline, Electric, Hybrid, and Altern If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below. Extended Cab Short Box 4X4 Diesel, 5 HPU 10.2 on DOT proposal # 4027 due 10/10/07 for 2008 Model Year Vehicles. Make: Ford Model: F250 XLT, X21, 603A, 99R V8 6.4L Diesel(Bio-diesel fuel compatible up to manufacturer's recommended maximum). Bid Price: \$29,712.20 Price May Change Due To Additions And Deletions On Options As Required and As Available.	\$0.000000 \$0.000000
20	0.00000	07104	Automobiles and Station Wagons (See 071-80 for SUV Types) Automobiles and Station Wagons (See 071-80 for SUV Types) If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below. Subcompact/Compact 2-Door Specialty Performance Coupes, 11 SP 1.1 on DAS sealed bid # RFB0108005001 dated 9/26/07 for 2008 Model Year Vehicles. Make: Ford Model: Mustang GT, T82, 130A, V8 Bid Price: \$22,752.40 Price May Change Due To Additions And Deletions On Options As Required and As Available.	\$0.000000 \$0.000000
21	0.00000	07104	Automobiles and Station Wagons (See 071-80 for SUV Types) Automobiles and Station Wagons (See 071-80 for SUV Types) If you request the dealer to deliver a vehicle to locations other than DAS Fleet in Des Moines, the delivery cost is limited to a fee of \$2.00 per mile (one way) anywhere else in Iowa. Pre-Delivery Inspection (PDI) is included below. Mid-Size 2-Door (Or 4-Door If 2-Door Unavailable) Specialty Performance Coupes, 11 SP 2.1 on DAS sealed bid # RFB0108005001 dated 9/26/07 for 2008 Model Year Vehicles. Make: Ford Model: Fusion SE, P07, 130A, 991 V6 3.0L Bid Price: \$15,791.40 Price May Change Due To Additions And Deletions On Options As Required and As Available.	\$0.000000 \$0.000000



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TERMS AND CONDITIONS**Remedies upon Default**

In any case where the vendor has failed to deliver or has delivered non-conforming goods and/or services, the State shall provide a cure notice. The notice to cure shall state the maximum length of time the vendor has to cure. If after the time period stated in the notice to cure has passed, the vendor continues to be in default, the State may procure goods and/or services in substitution from another source and charge the difference between the contracted price and the market price to the defaulting vendor. The State's Attorney General shall be requested to make collection from the defaulting vendor.

Incorporation

The Request for Proposal and/or bid documents for this project and the vendor's proposal in response to the RFP or Bid together with any clarifications, attachments, appendices, or amendments of the State or the Vendor are incorporated into this Contract by reference as if fully set forth in this Contract.

Delivery and Acceptance (cont)

D. Disposition of Rejected item - The vendor must remove at the vendor's expense any item rejected by the State. If the vendor fails to remove that rejected item, the State may dispose of the item by offering the same for sale, deduct any accrued expense and remit the balance to the vendor. E. Testing After Delivery - Laboratory analysis of an item or other means of testing may be required after delivery. In such cases, vendors will be notified in writing that a special test is being made and that payment will be withheld until completion of the testing process.

Delivery and Acceptance

When an award has been made to a vendor and the purchase order issued, deliveries are to be made in the following manner. A. Deliveries - All deliveries are to be made only to the point specified on the purchase order. If delivery is made to any other point, it shall be the responsibility of the vendor to promptly reship to the correct location. Failure to deliver procured goods on time may result in cancellation of an order or termination of a contract at the option of the State. B. Delivery Charges - All delivery charges should be to the account of the vendor whenever possible. If not, all delivery charges should be prepaid by vendor and added to the invoice. C. Notice of Rejection - The nature of any rejections of a shipment, based on apparent deficiencies disclosed by ordinary methods of inspection, will be given by the receiving agency to the vendor and carrier within a reasonable time after delivery of the item, with a copy of this notice to the General Services Enterprise - Purchasing. Notice of latent deficiencies which would make items unsatisfactory for the purpose intended may be given by the State of Iowa at any time after acceptance.

Termination-Non-Appropriation

Notwithstanding any other provision of this contract, if funds anticipated for the continued fulfillment of this contract are at any time not forthcoming or insufficient, either through the failure of the State to appropriate funds, discontinuance or material alteration of the program for which funds were provided, then the State shall have the right to terminate this contract without penalty by giving not less than thirty (30) days written notice documenting the lack of funding, discontinuance or program alteration.

Miscellaneous

The terms and provisions of this contract shall be construed in accordance with the laws of the State of Iowa. Any and all litigation or actions commenced in connection with this contract shall be brought in Des Moines, Iowa, in Polk County District Court for the State of Iowa. If however, jurisdiction is not proper in Polk County District Court, the action shall only be brought in the United States District Court for the Southern District of Iowa, Central Division, providing that jurisdiction is proper in that forum. This provision shall not be construed as waiving any immunity to suit or liability, which may be available to the State of Iowa. If any provision of this contract is held to be invalid or unenforceable, the remainder shall be valid and enforceable.

Performance Monitoring

For all service contracts, the requirements of Iowa Code sections 8.47 shall be incorporated into final terms and conditions of the contract.

Public Records

The laws of the State of Iowa require procurement records to be made public unless exempted by the Code of Iowa.

Independent Contractor

The vendor is an independent contractor performing services for the State of Iowa, and as such shall not hold itself out as an employee or agent of the State.

Hazardous Material

All packaging, transportation, and handling of hazardous materials shall be in accordance with applicable federal and state regulations including, but not limited to, the Material Safety Data Sheet provision of O.S.H.A. Hazard Communication Standard 29CFR 1910.1200, and Iowa Administrative Code, Chapter 567.

Records Retention

The vendor shall maintain books, records, and documents which sufficiently and properly document and calculate all charges billed to the State of Iowa throughout the term of this Agreement for a period of at least five (5) years following the date of final payment or completion of any required audit, whichever is later. The vendor shall at, no charge, permit the Auditor of the State of Iowa, or any authorized representative of the State (or where federal funds are involved, the Comptroller General of the United States or any other authorized representative of the United States government) to access and examine, audit, excerpt and transcribe any directly pertinent books, documents, papers, electronic or optically stored and created records, or other records of the vendor relating to orders, invoices, or payments documentation or materials pertaining to this Agreement.

Taxes

The State of Iowa is exempt from the payment of Iowa sales tax, motor vehicle fuel tax and any other Iowa tax that may be applied to a specified commodity and/or service. Contractors performing construction activities are required to pay state sales tax on the cost of



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materials. The Iowa Department of Revenue exemption letter will be furnished to a vendor upon request.

Anti-Trust Assignment

For good cause and as consideration for executing this purchase order, the vendor, through its duly authorized agent, conveys, sells, assigns, and transfers to the State of Iowa all rights, title and interest in and to all causes of action it may now or hereafter acquire under the anti-trust laws of the United States and the State of Iowa, relating to the particular goods or services purchased or acquired by the State of Iowa pursuant to the using State of Iowa agency.

Warranty

The vendor expressly warrants that all goods supplied shall be merchantable in accordance with the Uniform Commercial Code, Section 2-314 and the Iowa Code, Section 554.2314.

Assignment

Vendors may not assign contracts or purchase orders to any party (including financial institutions) without written permission of the General Services Enterprise - Purchasing.

Nondiscrimination

The vendor is subject to and must comply with all federal and state requirements concerning fair employment and will not discriminate between or among them by reason of race, color, religion, sex, national origin or physical handicap.

Immunity of State/Fed Agencies

The vendor shall defend and hold harmless the State and Federal funding source for the State of Iowa from liability arising from the vendor's performance of this contract and the vendor's activities with subcontracted and all other third parties.

Indemnification

To the extent that goods are not manufactured in accordance with the State's design, the vendor shall defend, indemnify and hold harmless the State of Iowa, the State's assignees, and other users of the goods from and against any claim of infringement of any Letter Patent, Trade Names, Trademark, Copyright or Trade Secrets by reason of sale or use of any articles purchased hereunder. The State shall promptly notify the vendor of any such claim.

Title to Goods

The vendor warrants that the goods purchased hereunder are free from all liens, claims or encumbrances.

Subcontractors

The successful vendor shall be responsible for all acts and performance of any subcontractor or secondary supplier that the successful vendor may engage for the completion of any contract with the State. A delay that results from a subcontractor's conduct, negligence or failure to perform shall not exempt the vendor from default remedies. The successful vendor shall be responsible for payment to all subcontractors and all other third parties.

Force Majeure

Force majeure includes acts of God, war, civil disturbance and any other causes which are beyond the control and anticipation of the party affected and which, by the exercise of reasonable diligence, the party was unable to anticipate or prevent. These provisions of force majeure also apply to subcontractors or suppliers of the Vendor. Force majeure does not include financial difficulties of the Vendor or any associated company of the Vendor, or claims or court orders that restrict the Vendor's ability to deliver the goods or services contemplated by this Agreement. Neither the Vendor nor the State shall be liable to the other for any delay or failure of performance of this Agreement caused by a force majeure, and not as a result of the fault or negligence of a party.